Sectt. II 18-[illegible], 38—[illegible]-20.

Revenue Special (192) Department.

Miscellaneous SERIES.

G.O. No. 1482

DATED 12-5-20

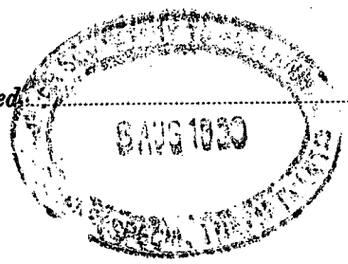
[Despatch Abstract.]

- Operative Circle - Exam

C.F 29—3,624—15-2-19.

CO-OPERATIVE **DEPARTMENT.**

No 1175-III



Received ..... 19 *Registered* 9-8- 1920

Subject.

Reporting on the embezzlement of money in the Puttur Traders Co-operative Society, South Canara district.

Enclosures.
No. .....
.....
Spare copies .....

R.Cl. CNo. 3010/20

Station Rajahmundry, *Dated the* 5th August 1920. 19

From (Name) M.R.Ry., Rao Bahadur A. Vedachala Ayyar Avl., B.A.,

(Designation) Ag: Registrar of Co-operative Societies, M a d r a s,

To The Secretary to the Government of Madras.

Revenue (Special) Department.

Stone House Hill,

O o t a c a m u n d.

Sir,

I have the honor to report for the information of Government the embezzlement of a sum of Rs. 1,050 by a clerk in the Puttur Traders Co-operative Society in the South Canara district. This is a store institution in which a system of cash credit was introduced according to which the members were given accommodation up to a limit prescribed. It was open to the members to draw sums from time to time so as not to exceed their limit of account. The clerk in charge of the work was irregularly

irregularly allowed the privilege of signing receipts for sums received into the society while the by-law makes it incumbent upon the president or the secretary to issue such receipts. Withdrawals of amounts from cash credit by members were allowed by the president to be handled by this clerk without insisting on a proper voucher. As a result of this irregular procedure, a sum of Rs. 1050 were misappropriated in respect of four items. In regard to one item, the clerk manipulated a forged receipt and it is the subject of a criminal prosecution. In regard to another item, the receipt was signed by the clerk. As regards two other items, no vouchers are available. The frauds referred to were perpetrated between one inspection by an auditor and a second inspection. It was not therefore possible for the auditor to detect the misappropriation by the clerk. Local rumours made the clerk abscond suddenly and the frauds were then detected. But the irregular system by which the clerk was allowed to sign receipts contrary to the by-laws should have been put a stop to much earlier if the auditors had been careful before. I am instructing the Assistant Registrar to see that the auditors bring to light any irregularities in the working of the by-laws. The clerk defendant is absconding and arrangements are being made by the Assistant Registrar to recover the amount lost from the persons who are responsible for carrying out the by-laws and a final report will be submitted as soon as the defendant is arrested and the criminal prosecution is closed.

I have the honor to be,
S i r,
Your most obedient servant,

Assistant Registrar

Weekly Report on newspapers for the week ending 19.6.20.

54. A correspondent to the *Kanthirava*, of the 8th June, in the course of a few verses under the above heading, complains that the co-operative movement like the magic lantern show attracted money from all classes of people and the poor people who trusted the leaders and joined the movement would have to face ruin as a result of mismanagement. (The writer seems to refer to the unsatisfactory state of affairs of some local society of Puttur, South Kanara).

The co-operative movement (in South Kanara).

KANTHIRAVA, Mangalore, 8th June 1920.

To.

The Superintendent

Revenue (Special) Dept.

C.R. 30.6.20.

To Under Secy

Submitted for perusal.

Perhaps a report may be called for from the Registrar about the ~~facts~~ ~~reported~~ ~~in~~ ~~the~~ ~~paper~~ ~~cutting~~ ~~sent~~ ~~with~~ ~~the~~ ~~D.O.~~ ~~under~~ ~~reply~~ ~~to~~ ~~which~~ ~~this~~ ~~is~~ ~~a~~ ~~draft~~ ~~D.O.~~ ~~is~~ ~~submitted~~ ~~for~~ ~~signature~~ concerned in ~~the~~ ~~paper~~ ~~cutting~~, the draft D.O. subd. below is for approval

Shall D.O. issue?

Reg. No. 1 on this has been a big defaulter in some Soc. on West Coast. Anything known of the Soc. and what Ins[illegible]

No information in the office. Issue the D.O.

4

Revenue (Sale) Dept

Lr. asking for

M (1) return

87

D.O. No. 1020-III/20-1

5-7-20

Dear Mr. Vedachalam Ayyar.

I am to forward an extract from the report on newspapers for the week ending 19.6.1920 regarding statements in the 'Kaumudi' of the 8th June on the Co-operative movement in the S. Kanara district and to ask for a report on the complaint made therein

Yours sincerely

Lri 27.7.20 87

DESPATCHED
5 JUL. 1920

To M.R.Ry. Rao Bahadur
A. Vedachalam Ayyar avl Sb
Actg Rep. of C.S. with Extract

Copy of

L&R
1-7-20
A
1.7.2

2-5

Rplg Cno 1020 III

12.7.20

Co-operative Registrar's office,
Camp. Cuddalore, July 9, 1920.

12/7

Dear Sir,

Reference. D.O.No. 1020-111/20-1, 5th July 1920.

12.7.20

The extract from the newspaper sent by Government apparently refers to two cases of misappropriation in the South Canara district, viz., in the Trading Union at Puttur and in the South Canara Garden Planters Co-operative Wholesale Arecanut society. I have sent a report on the latter to Government and prosecution has also been instituted against the -- Managing director for a misappropriation of about Rs. 23,000/-. There has been another case of misappropriation in the Puttur Trading Union which is due to the clerk of the institution having forged some signatures and drawn the money from the society. He has absconded himself and the society has instituted a prosecution. The Assistant Registrar at Mangalore has been asked to find out how much has been lost in the transaction. His report is awaited. As at present, the amount lost is reported to be Rs. 1,000. I shall send a report as soon as a full reply is received from the Assistant Registrar.

(C.No. 1025)

Not seen by me Sent in duplicate

To U-S. This may be awaited

L&R 12-7-20 13.7.20

RR 12-7-20

Yours truly,

J. M. Turing Esq., I. C. S.,
Temporary Additional Secretary to
Government, Revenue (Special) Department
Stonehouse Hill, Ootacamund.

Rw. Rel Dgmt

cpo. 1175-III/ From the Regr of e.s. Rgl cr

3010/20 d 5-8-20.

Lo Under Secy

Nie report in the cr.
is the one referred to at ⁂ on the
previous page. No action is called for
the papers may be recorded.

RR
12.8.20

Ta Secretary please
may be recorded

SDR
12/8 12/87